



Nebraska Net Operating Loss Worksheet

to Compute Loss Incurred During Tax Years 1988 and After
• Attach Federal Form 1040X or 1045 and Schedule A (Form 1045)
and ending _____

**FORM
NOL**
Worksheet

Name(s) as Shown on Form 1040N _____

Your Social Security Number _____

Spouse's Number _____

1	Federal adjusted gross income (AGI) (line 5, Form 1040N)	1		
2	Adjustments increasing federal AGI (see instructions)	2		
3	Adjustments decreasing federal AGI (see instructions)	3		
4	Federal AGI after Nebraska adjustments (line 1 plus line 2, minus line 3)	4		
5 a	Nebraska exemption deduction (line 6, Form 1040N) (1988-1992 only)	5a		
b	Nebraska standard deduction or Nebraska itemized deductions	5b		
	Total Nebraska deductions (total of lines 5a and 5b)	5		
6	Line 4 minus line 5 (Note: If line 6 is zero or greater, do not complete the rest of this worksheet. You do not have a Nebraska net operating loss.)	6		

ADJUSTMENTS

7	Nebraska exemption deduction from line 5a above (1988-1992 only)	7		
8	Nonbusiness capital losses before limitation (see Schedule A, Federal Form 1045). Enter as a positive number	8		
9	Nonbusiness capital gains (see Schedule A, Federal Form 1045)	9		
10	If the amount on line 8 is more than the amount on line 9, enter difference; otherwise, enter -0-	10		
11	If the amount on line 9 is more than the amount on line 8, enter difference; otherwise, enter -0-	11		
12	Nonbusiness deductions (see instructions)	12		
13	Nonbusiness income other than capital gains (see Schedule A, Federal Form 1045)	13		
14	Total of lines 11 and 13	14		
15	If the amount on line 12 is more than the amount on line 14, enter difference; otherwise, enter -0-	15		
16	If the amount on line 14 is more than the amount on line 12, enter difference; otherwise, enter -0-. Do not enter more than line 11	16		
17	Total business capital losses before limitation (see Schedule A, Federal Form 1045). Enter as a positive number	17		
18	Total business capital gains (see Schedule A, Federal Form 1045)	18		
19	Total of lines 16 and 18	19		
20	If the amount on line 17 is more than the amount on line 19, enter difference; otherwise, enter -0-	20		

• See special instructions for tax years 1988 through 1996 on back of form

21	Add lines 10 and 20	21		
22	Enter the loss, if any, from line 17 of Schedule D, Federal Form 1040. (Estates and trusts, enter the loss, if any, from line 16a, column (3), of Schedule D, Federal Form 1041). Enter as a positive number. If you do not have a loss on that line (and do not have a section 1202 exclusion), skip lines 22 through 26 and enter on line 27 the amount from line 21	22		
23	Section 1202 exclusion. Enter as a positive number	23		
24	Subtract line 23 from line 22. If zero or less enter -0-	24		
25	Enter the loss from line 18 of Schedule D, Form 1040. (Estates and trusts, enter the loss from line 17 of Schedule D, Form 1041). Enter as a positive number	25		
26	Subtract line 25 from line 24	26		
27	Subtract line 26 from line 21	27		
28	Net operating loss deduction for losses from other years. Enter as a positive number	28		
29	Add lines 7, 15, 27, and 28	29		
30	Nebraska net operating loss (combine lines 6 and 29). Note: If the combined amount is zero or greater, you do not have a Nebraska net operating loss	30		

**ATTACH THIS WORKSHEET TO YOUR AMENDED NEBRASKA INDIVIDUAL INCOME TAX RETURN
NONRESIDENTS AND PARTIAL-YEAR RESIDENTS — COMPLETE SCHEDULE I ON REVERSE SIDE**

NEBRASKA SCHEDULE I — Nebraska N.O.L. Computation for Nonresidents or Partial-Year Residents

31 Income derived from Nebr. sources. Include any bonus depreciation add-back, enhanced Sec. 179 add-back, and Nebr. income from wages, interest and dividends, business, farming, partnerships, limited liability companies, S corporations, estates and trusts, gain or loss, rents and royalties	31		
32 Adjustments as applied to Nebraska income, if any	32		
33 Nebraska income after adjustments (line 31 plus or minus line 32)	33		
34 Enter the amount from line 30 on reverse side	34		
35 Enter the smaller loss of line 33 or 34. This is your Nebraska net operating loss. Note: If line 35 is zero or greater, you do not have a Nebraska net operating loss	35		

INSTRUCTIONS

Use this worksheet to compute your Nebraska net operating loss for tax years 1988 and after that is available for carryback or carryover. This worksheet **must** be attached to the Amended Nebraska Individual Income Tax Return on which an individual claims a carryback of a net operating loss incurred during tax years 1988 and after. It must also be attached to the Nebraska income tax return on which a deduction is claimed for a carryforward of a net operating loss. To compute a loss incurred during tax year 1987, the 1987 Nebraska Net Operating Loss Worksheet, Form NOL, must be used. For tax years 1988 and 1989, special instructions are provided for lines 21 through 27. For tax years 1991 and 1992, special instructions are provided for lines 22 and 25.

A copy of this worksheet must be attached to the amended return or the original return where a net operating loss carryback or carryforward is reported.

For more information, see I.R.S. Regulation 1.172-3 and **I.R.S. Publication 536, Net Operating Losses** and the Nebraska Individual Net Operating Losses Information Guide.

SPECIFIC INSTRUCTIONS

LINES 2 AND 3. Entries made on lines 2 or 3 which increase or decrease federal adjusted gross income (AGI) may necessitate corresponding adjustments in subsequent lines.

EXAMPLE: If an entry is made on line 3 to decrease federal AGI by the amount of interest received on U.S. government obligations, line 13 must also be reduced by the same amount.

LINE 5a. Enter the Nebraska exemption deduction for tax years 1988 through 1992. Beginning in 1993, this deduction was replaced with a credit amount. For tax year 1993 and subsequent years, enter zero on line 5a.

LINE 5b. If you claimed the Nebraska standard deduction, enter the Nebraska standard deduction amount from Form 1040N. If you claimed Nebraska itemized deductions, enter the allowed Nebraska itemized deductions amount from Form 1040N.

LINE 12. If you itemized deductions on your federal return, enter the nonbusiness deductions (from Schedule A, Federal Form 1045), minus state and local income taxes claimed as a deduction. If the result is less than the amount of the Nebraska standard deduction to which you would have been entitled, enter the Nebraska standard deduction to which you would have been entitled, based on your federal filing status. If you did not itemize deductions on your federal return, enter the Nebraska standard deduction from Form 1040N.

**SPECIAL INSTRUCTIONS
FOR TAX YEARS 1988 AND 1989**

LINE 21. Enter the total of lines 10 and 20, but do not enter more than your capital loss limitation.

LINES 22-26. Skip these lines; go to line 27.

LINE 27. Enter the amount from line 21 on line 27.

**SPECIAL INSTRUCTIONS
FOR TAX YEAR 1991**

LINE 22. Enter the loss, if any, from line 17 of Schedule D, Federal Form 1040. (Estates and trusts, enter the loss, if any, from line 17,

column (c), of Schedule D, Federal Form 1041). Enter as a positive number. If you do not have a loss on that line, skip lines 22 through 26 and enter on line 27 the amount from line 21.

LINE 25. Enter the loss from line 18 of Schedule D, Form 1040. (Estates and trusts, enter the loss from line 18 of Schedule D, Form 1041). Enter as a positive number.

**SPECIAL INSTRUCTIONS
FOR TAX YEAR 1992**

LINE 22. Enter the loss, if any, from line 19 of Schedule D, Federal Form 1040. (Estates and trusts, enter the loss, if any, from line 17, column (c), of Schedule D, Federal Form 1041). Enter as a positive number. If you do not have a loss on that line, skip lines 22 through 26 and enter on line 27 the amount from line 21.

LINE 25. Enter the loss from line 20 of Schedule D, Federal Form 1040. (Estates and trusts, enter the loss from line 18 of Schedule D, Federal Form 1041). Enter as a positive number.

**SPECIAL INSTRUCTIONS FOR
TAX YEARS 1993 THROUGH 1996**

LINE 22. Enter the loss, if any, from line 18 of Schedule D, Federal Form 1040. (Estates and trusts, enter the loss, if any, from line 17, column (c), of Schedule D, Federal Form 1041). Enter as a positive number. If you do not have a loss on that line, skip lines 22 through 26 and enter on line 27 the amount from line 21.

LINE 25. Enter the loss from line 19 of Schedule D, Federal Form 1040. (Estates and trusts, enter the loss from line 18 of Schedule D, Federal Form 1041). Enter as a positive number.

SCHEDULE I INSTRUCTIONS

Nonresident individuals or partial-year resident individuals will be allowed to claim a net operating loss which does not exceed the portion of the net operating loss computed on this worksheet which was derived from or connected with Nebraska sources.

LINE 31. Enter income derived from Nebraska sources from Schedule III, Form 1040N, for the loss year. Include any bonus depreciation and enhanced Section 179 add-back and Nebraska income from wages, interest and dividends, business, farming, partnerships, limited liability companies, S corporations, estates and trusts, gain or loss, rents and royalties on line 31.

LINE 32. Enter adjustments as applied to Nebraska income from Schedule III, Form 1040N.

LINE 35. Enter this amount on the appropriate lines of the Nebraska Schedule III – Computation of Nebraska Tax. If you are using Form 1040XN-2, enter this amount on line 53, Column B, of the Nebraska Schedule III. If using Form 1040XN-3, enter this amount on line 56, Column B, of the Nebraska Schedule III. If using Form 1040XN-4, enter this amount on line 50, Column B, of Nebraska Schedule III. If using Form 1040XN-5 enter this amount on line 53, Column B, of Nebraska Schedule III. If using Form 1040XN 2001, enter this amount on line 57, Column B of Nebraska Schedule III. For Form 1040XN 2002, enter this amount on line 59, Column B, Nebraska Schedule III. For Form 1040XN 2003, enter this amount on line 58, Column B, Nebraska Schedule III.